

Bursa Announcement

Subject:

SALE OF RAMP EQUIPMENT AND TRANSFER OF EMPLOYEES TO GROUND TEAM RED SDN. BHD. (“GTR”)

Contents:

1. Introduction

- 1.1 Reference is made to the announcement dated 27 September 2017 in relation to the Sale and Purchase Agreement entered into between AirAsia X Berhad (“**AAX**”) and GTR (“**SPA**”) (“**Announcement**”).
- 1.2 AAX and GTR have on 1 November 2017 agreed to enter into an Addendum to the SPA to amend the terms of the SPA (“**Addendum**”).
- 1.3 Unless otherwise defined, the definitions set out in the Announcement shall apply herein.

2. Amendments to the SPA

- 2.1 The Parties have amended the SPA to provide that the delivery of the Ground Equipment to GTR shall be effective on 1 November 2017.

3. Financial Impact of the Addendum

- 3.1 The original cost of investment for the Ground Equipment remains at RM10,172,730.47. The net book value of the Ground Equipment is RM4,215,069.79 as at 1 November 2017. AAX will make a gain of RM414,842.21 from the SPA (as amended by the Addendum).
- 3.2 The SPA (as amended by the Addendum) will not create material financial impact in the current financial year nor will they have any effect on the share capital and substantial shareholders’ shareholdings of the Company. They are not expected to have material effect on the net assets per share, earnings per share and gearing of AAX for the financial year ending in 31 December 2017.

4. Financial Risks

- 4.1 The financial risks associated with the SPA are expected to be minimal as the risks are limited to the Sale Price.

5. Approval Required

- 5.1 The value of the Proposed Transaction would not breach the 5% percentage ratio as prescribed under the Bursa Malaysia Main Market Listing Requirements (“**MMLR**”). As such AAX does not require the approval of its shareholders.

6. Highest Percentage Ratio

- 6.1 The highest percentage ratio applicable to the Proposed Transaction is 0.47% and the highest aggregated percentage ratio for all the transactions between AAX and the Related Parties and/or persons connected with them pursuant to Paragraph 10.11 of the MMLR of Bursa Malaysia Securities Berhad is 0.47%.

7. Document for Inspection

- 7.1 The Addendum is available for inspection by members at the registered office of the Company at B-13-15, Level 13, Menara Prima Tower B, Jalan PJU 1/39, Dataran Prima, 47301 Petaling Jaya, Selangor Darul Ehsan, Malaysia during normal business hours from Mondays to Fridays (except public holidays) for a period of 3 months from the date of this announcement.

This announcement is dated 1 November 2017.